

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**SB 1600 – HB 2057**

May 21, 2009

**SUMMARY OF AMENDMENT (008453):** Deletes the requirement for municipalities to mail notification to a motor vehicle owner that an unpaid parking ticket will be forwarded to a collection agency and instead requires the municipality to use their best effort to notify the owner.

**FISCAL IMPACT OF ORIGINAL BILL:**

Increase Local Expenditures – Less than \$10,000\*

*\*Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:**

**Decrease Local Revenue – Exceeds \$100,000**

**Increase Local Expenditures – Exceeds \$100,000\***

Assumptions applied to amendment:

- Local governments will reduce their utilization of collection agencies. As a result, fewer unpaid parking tickets will be collected. Local government revenue is estimated to decrease in an amount exceeding \$100,000.
- Local governments will experience an increase in expenditures to use their best effort to provide notification. Due to the ambiguity of this method, this increase is estimated to exceed \$100,000.
- Nashville, Memphis, and Chattanooga are currently providing notice through the mail. These cities will now be required to use their best effort to provide notification and will contribute to the statewide increase in local expenditures.

*\*Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

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**CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large initial "J" and a distinct "W".

James W. White, Executive Director

/kmc